

#### REMARKS

In the last Office Action, claims 1-10 were rejected under 35 U.S.C. §112, second paragraph, for indefiniteness. Claim 1 was rejected under 35 U.S.C. §101 as not reciting a proper process claim. Claims 1-10 were further rejected under 35 U.S.C. §101 as being directed to non-statutory subject matter.

In accordance with the present response, claims 1-2 have been amended to overcome the rejections under 35 U.S.C. §101 and 35 U.S.C. §112, second paragraph, and to improve the wording and bring them into better conformance with U.S. practice. More specifically, claims 1-2 have been amended to clarify the steps in the image compression method resulting in the compression of a display image according to the invention. As amended, claims 1-2 are directed to statutory subject matter and particularly point out and distinctly claim the subject matter which applicant regards as the invention and, therefore, are in full compliance with both 35 U.S.C. §101 and 35 U.S.C. §112, second paragraph.

Original claims 3-10 have been rewritten as new claims 11-18 to overcome the rejections under 35 U.S.C. §101 and 35 U.S.C. §112, second paragraph, and to improve the wording and bring them into better conformance with U.S. practice. In this regard, new independent claim 11 is directed to a data communication system and corresponds to

original claim 3 which depended on independent claim 1. New dependent claims 12-18 correspond to the subject matter of original claims 4, 6, 10, 8, 5, 9 and 7, respectively.

Applicant respectfully submits that new claims 11-18 are also directed to statutory subject matter and particularly point out and distinctly claim the subject matter which applicant regards as the invention and, therefore, are in full compliance with both 35 U.S.C. §101 and 35 U.S.C. §112, second paragraph.

In view of the foregoing, the application is now believed to be in condition for allowance. Accordingly, favorable reconsideration and passage of the application to issue are respectfully requested.

Respectfully submitted,

ADAMS & WILKS  
Attorneys for Applicant

By: 

Bruce L. Adams  
Reg. No. 25,386


17 Battery Place  
Suite 1231  
New York, NY 10004  
(212) 809-3700

MAILING CERTIFICATE

I hereby certify that this correspondence is being deposited with the United States Postal Service as first-class mail in an envelope addressed to: Mail Stop Amendment, COMMISSIONER FOR PATENTS, P.O. Box 1450, Alexandria, VA 22313-1450, on the date indicated below.

Thomas Tolve

Name



Signature

June 8, 2007

Date